

POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA

FINANCIAL REPORT
JUNE 30, 2014

POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA
JUNE 30, 2014

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ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Pointe Coupee Enrichment Center, Inc.
New Roads, Louisiana

We have compiled the accompanying statement of financial position of Pointe Coupee Enrichment Center, Inc. (a nonprofit organization) as of June 30, 2014 and the related statement of activities, functional expenses, and cash flows for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Major, Morrison & David

Major, Morrison & David
New Roads, Louisiana
December 18, 2014

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Financial Position

June 30, 2014

ASSETS

Cash and cash equivalents	\$	1,768
Due from affiliates		839
Grants receivable		<u>58,018</u>
Total Assets		<u>60,625</u>

LIABILITIES

Accounts payable and accrued expenses		14,581
Accrued salaries and withholdings		20,098
Notes Payable		<u>5,000</u>
Total Liabilities		<u>39,679</u>

NET ASSETS

Unrestricted		<u>20,946</u>
Total net assets	\$	<u><u>20,946</u></u>

See accountants' compilation report and accompanying notes to these statements.

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Activities

For the Year Ended June 30, 2014

	Unrestricted	Temporarily Restricted	Total
Revenues			
Support from federal grants:			
21st Century Learning	\$ -	\$ 114,039	\$ 114,039
Summer Food Program	-	49,404	49,404
Net assets released from restrictions:			
Restrictions satisfied by program payments	163,443	(163,443)	-
 Total revenues	 163,443	 -	 163,443
Expenses			
21st Century	103,114	-	103,114
Summer Food Program	36,243	-	36,243
Total program expenses	139,357	-	139,357
 Management and general	 6,533	 -	 6,533
Total expenses	145,890	-	145,890
 Change in net assets	 17,553	 -	 17,553
 Net assets - beginning of the year	 3,393	 -	 3,393
 Net assets - end of year	 \$ 20,946	 \$ -	 \$ 20,946

See accountants' compilation report and accompanying notes to these statements.

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Functional Expenses

For the Year Ended June 30, 2014

EXPENSES	Summer & At Risk			
	21st Century	Food Programs	Management & General	Total
Salaries & related benefits	\$ 84,949	\$ -	\$ -	\$ 84,949
Contract services	10,780	16,512	-	27,292
Accounting	-	-	5,275	5,275
Advertising	-	-	530	530
Bank charges	-	-	728	728
Field trips	688	-	-	688
Grant repayments	826	-	-	826
Insurance	890	-	-	890
Supplies	3,876	19,731	-	23,607
Vehicle expense	1,105	-	-	1,105
Total expenses	\$ 103,114	\$ 36,243	\$ 6,533	\$ 145,890

See accountants' compilation report and accompanying notes to these statements.

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Cash Flows

For the Year Ended June 30, 2014

Cash Flows From Operating Activities

Change in net position	\$	17,553
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
(Increase) decrease in:		
Grants receivable		(58,018)
Due from affiliates		2,418
Increase (decrease) in:		
Accounts payable		14,581
Other accrued liabilities		20,098
Total adjustments		<u>(20,921)</u>
Net Cash Provided (Used) by Operating Activities		<u>(3,368)</u>

Cash Flows From Investing Activities

Net Cash Provided (Used) by Investing Activities	<u>-</u>
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Cash Flows From Financing Activities

Proceeds from short term debt	5,000
Repayment of short term debt	-
Net Cash Provided (Used) by Financing Activities	<u>5,000</u>
Net increase (decrease) in cash & cash equivalents	1,632
Cash & cash equivalents, beginning of year	<u>136</u>
Cash & cash equivalents, end of year	<u>\$ 1,768</u>

See accountants' compilation report and accompanying notes to these statements.

POINTE COUPEE ENRICHMENT CENTER, INC.
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NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2014

Note 1 - Organization

Pointe Coupee Enrichment Center, Inc. ("Center") was incorporated in the State of Louisiana as a non-profit corporation on January 6, 2008, and registered with the Internal Revenue Service as a tax-exempt entity under Section 501(c)(3) of the Internal Revenue Code.

The mission is to provide academic enrichment opportunities for school age children in the community. Its goal is to remediate and enrich at risk students by improving their academic and social progress. Eligible children between the ages of five and seventeen may enroll in the program.

Note 2 - Summary of Significant Accounting Policies

Accounting Records

The Center's accounting records are maintained on a calendar year; however, these financial statements were prepared under a fiscal year based on coinciding with grant contracts passed through the State of Louisiana, Department of Children and Family Services, Division of Programs and the Department of Education.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting.

Basis of Presentation

Financial presentation follows the recommendations of the FASB-ASC (Financial Accounting Standards Board – Accounting Standards Codification) 958, *Financial Statements of Not-for-Profit Organizations*. Under FASB-ASC 958, the Center is required to report information regarding its financial position and activities according to three classes of net assets; unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and cash equivalents

For purposes of the Statement of Cash Flows, the Center considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable consist of amounts due under federal and state grants/awards as well as amounts due for professional services rendered. The Center uses the allowance method whereby uncollectible amounts are recognized as bad debts through the use of an allowance account or are charged off at the time information becomes available which indicates the particular receivable is not collectible. Currently all receivables are considered collectible and for this reason there is no allowance recorded in the accompanying financial statements.

Contributions/Grants

The Center follows FASB-ASC 958, *Accounting for Contributions Received and Contributions Made*. In accordance with FASB-ASC 958, contributions or grants received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. Restricted net assets are reclassified to unrestricted net assets upon satisfaction of time or purpose of restriction.

Revenues

The Center's revenue is derived primarily from providing services to eligible participants that are reimbursed under contracts with government entities. Revenues are recorded when reimbursements are earned.

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NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2014

Expenses

Directly identifiable expenses are charged to programs and support services. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Center.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

As stated previously, the Center is recognized as a tax-exempt entity under Section 501(c)(3) for income tax purposes. As of December 31, 2013, the Center has filed Form 990-EZ with the Internal Revenue Service. The organization has evaluated its positions regarding the accounting for uncertain income tax positions and does not believe that it has any material uncertain tax positions. With few exceptions, the organization is no longer subject to federal, state or local tax examinations by tax authorities for years before June 30, 2011.

Advertising

Advertising costs are expensed as incurred. Advertising costs of \$530 were incurred for the year ending June 30, 2014.

Note 3 – Cash and Cash Equivalents

The Center maintains its bank accounts at one local financial institution, all in demand deposit accounts. The center's book balances as of June 30, 2014, was \$1,768. Bank balances at June 30, 2014, totaled \$1,821 which was fully insured by the Federal Deposit Insurance Corporation (FDIC).

Note 4 – Accounts Receivables

Accounts receivable consist of \$58,018 due from the Department of Education for the June 2014 period for the various programs.

Note 5 – Payables, accrued salaries & payroll withholdings

Payables, accrued salaries and payroll withholdings due at June 30, 2014 totaled \$34,679.

Note 6 – Notes Payable

Notes payable as of June 30, 2014, totaled \$5,000, consisting of a bank line of credit with a local bank. The loan was subsequently paid off in July 2014.

Note 7 – Operating Leases

The Center has a month to month lease for the building in which it operates. Monthly amounts vary, are payable in advance on the 1st of the month, and totaled \$0 for the current year.

Note 8 – Net Assets Released from Restrictions

Net assets were released from grant restrictions by incurring expenses satisfying the restricted purpose or by the expiration of time during the year. The net assets released from restriction due to accomplishment of grant requirements totaled \$163,443.

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NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2014

Note 9 - Related Party Transactions

During the current year, the Center advanced \$0 to the administrator which is reflected on the statement of financial position as "Due from affiliates" and is expected to be repaid within the next operating cycle. Funds in the amount of \$2,418 were repaid in the current year.

The administrator provided rental space for the operations of the center on a monthly basis (see note 7).

Note 10 - Concentration of Risk

The Center receives a majority of its funding in grants from the State of Louisiana, Department of Education. During the current year, the Center received 100% of its funding from the State of Louisiana, Department of Education. If the Center is unable to secure this funding in the future, the programs provided by the Center will be terminated.

Note 11 – Contingencies

The Center receives revenues from governmental grants and contracts which are subject to audit by the grantor agencies. The ultimate determination of amounts received under these programs generally is based upon allowable cost reported to and subject to audit by the grantor. Until such audits are performed, if any, there exists a contingency to refund any amount received in excess of allowable cost. During the current year, \$826 was repaid to the Department of Education for grant overpayments. Management is of the opinion that no material liability will result from such future audits. No provision has been made for any possible liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.

Note 12 - Subsequent Events

Management has performed an evaluation of the Center's activities through December 18, 2014 and has concluded that there are no significant events requiring recognition or disclosure through the date and time these financial statements were available to be issued on December 18, 2014.

**POINTE COUPEE ENRICHMENT CENTER, INC.
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**Schedule of Findings & Responses
For the Year Ended June 30, 2014**

FINANCIAL STATEMENT FINDINGS

No current year findings.

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**Schedule of Prior Year Findings
For the Year Ended June 30, 2014**

FINANCIAL STATEMENT FINDINGS

No prior year findings.